Resolution No.: 19-524

Introduced: June 9, 2020
Adopted: July 7, 2020

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: County Council

SUBJECT: Special Appropriation to the Fiscal Year 2021 Operating Budget

Office of the County Executive, Non-Competitive Award for the Maryland Technology Council, Support for COVID-19 Response – Business Continuity

Task Force, \$250,000 (Source of Funds: Federal Grant Funds)

Background

- 1. Section 308 of the County Charter provides that a special appropriation is an appropriation which states that it is necessary to meet an unforeseen disaster or other emergency, or to act without delay in the public interest. Each special appropriation shall be approved by not less than six Councilmembers. The Council may approve a special appropriation at any time after public notice by news release. Each special appropriation shall specify the source of funds to finance it.
- 2. A new coronavirus disease, named COVID-19, appeared in China in December 2019 and spread extremely quickly. On March 11, 2020, the World Health Organization declared the disease a pandemic. The April 11, 2020 situation report from the World Health Organization stated that the number of confirmed cases worldwide has exceeded 1.6 million, (approximately 1.5 million more than 1 month earlier). As of June 2, 2020, there were 11,731 cases and 584 deaths in Montgomery County.
- 3. To slow the spread of the disease, Governor Hogan declared a State of Emergency and has issued several Executive Orders with actions that include, but are not limited to, closing schools; prohibiting activities by non-essential businesses that restrict traditional on-site operations; closing senior centers and adult medical day care programs; limiting the number of people that can gather; and closing all gyms, movie theaters, and bars and restaurants (excluding carryout and delivery service).
- 4. The efforts to contain the spread of the disease and the disease itself continues to have a crippling impact on Montgomery County's local business community and non-profit organizations.

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5. The Maryland Tech Council (MTC) has created the Business Continuity Task Force (BCTF) to assist tech and life science entrepreneurs in Maryland that are navigating the economic downturn due to the health crisis. The BCTF includes experienced business leaders who have led businesses through the financial crisis, like the 2008 recession; this team will help small- and mid-sized tech and life science businesses plan for an optimal recovery and execute the recovery plan based on the economic conditions following the health crisis.

- 6. The MTC will partner with local jurisdictions and Economic Development Organizations (EDO) to market the BCTF's services to small- and mid-sized tech and life science businesses.
- 7. The MTC is seeking financial support from Maryland jurisdictions and local Economic Development Organizations to provide the BCTF's services to businesses in local jurisdictions at no cost to the businesses. The MTC is providing \$100,000 of undesignated funding to seed fund the BCTF's early-stage operations.
- 8. A FY21 Operating Budget special appropriation is requested for the Office of the County Executive:

Personnel	Operating		Source
<u>Services</u>	<u>Expenses</u>	<u>Total</u>	of Funds
\$0	\$250,000	\$250,000	Federal Grant Funds

- 9. This special appropriation is needed so that MTC may provide its recovery services through the BCTF to small- and mid-sized businesses in Montgomery County at no cost to the County businesses.
- 10. The Planning, Housing, and Economic Development Committee amended the resolution during its worksession June 22, 2020, which included: 1) amending the resolution from a FY20 to a FY21 appropriation; 2) amending the source of funds from General Fund Reserves to Federal Grant Funds; and 3) amending the recipient of the funds from Maryland Tech Council to Office of the County Executive, Non-Competitive Award for Maryland Tech Council.
- 11. Notice of public hearing was given and a public hearing was held.

Action

The County Council for Montgomery County, Maryland approves the following resolution:

A special appropriation to the FY21 Operating Budget for the Office of the County Executive:

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Personnel Services	Operating Expenses	<u>Total</u>	Source of Funds
\$0	\$250,000	\$250,000	Federal Grant Funds

This appropriation is needed to act without delay in the public interest.

This is a correct copy of Council action.

Selena Mendy Singleton, Esq.

Clerk of the Council